

Local Government Commission for the purpose of such investment; or in shares of any building and loan association organized and licensed under the laws of the State, or in shares of any Federal savings and loan association organized under the laws of the United States with its principal office in this State, to the extent that such investment is insured by Federal deposit insurance. The proceeds of the sale or realization of such investments and any interest resulting from such investments shall be deposited to the credit of the capital reserve fund.

Sec. 3. Withdrawals of all or any part of a fund may be made from such capital reserve fund at any time, or from time to time, and applied to or expended for all or any portion of the cost of the following, all of which are hereby declared to be necessary expenses within the meaning of Section 7, Article 7 of the Constitution of North Carolina; and such cost shall be deemed to include land, easements, rights in land, water rights, contract rights, franchises, and equipment used or useful in connection with any of the following:

(a) Systems, plants, works, instrumentalities, and properties used or useful in connection with the obtaining of a water supply and the collection, treatment, and disposal of water for public and private uses.

(b) Systems, plants, works, instrumentalities, and properties used or useful in connection with the collection, treatment, and disposal of sewage, waste and storm water.

(c) Systems, plants, works, instrumentalities, and properties used or useful in connection with the generation, production, transmission, and distribution of gas (natural, artificial or mixed) or electric energy for lighting, heating, and power for public and private uses.

(d) Plants and equipment used or useful in connection with the collection or disposal of ashes, garbage, or refuse other than sewage.

(e) Constructing or reconstructing roads, streets, highways, bridges or culverts, whether including or not including contemporaneous constructing or reconstructing of sidewalks, curbs, gutters or drains and whether including or not including grading.

(f) Fire engines, fire trucks and fire or police alarm systems.

(g) Buildings and equipment for buildings used in housing departments of the municipality.

(h) Cemeteries.

Sec. 4. Before any withdrawal is made, the governing body shall by resolution authorize such withdrawal. It shall specify the amount of such withdrawal and the purpose or purposes for which such amount shall be spent. Any such withdrawal may be made for any of the purposes specified in the foregoing Section: Provided, that if the ordinance creating the fund provides specifically for the use of the fund for one or more purposes, no withdrawal shall be made for any other purpose except in accordance with the provisions of Section 6. Any resolution authorizing withdrawal shall be adopted at a regular or special meeting of the governing body and shall then be published at least once in each of two successive weeks in some newspaper published in the municipality, and such resolution shall not become effective until thirty days